

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**SB 571 – HB 1057**

March 15, 2017

**SUMMARY OF ORIGINAL BILL:** Renames the Tennessee Baccalaureate Education System Trust Act and Program to the Tennessee College Savings Trust Act and Program. Changes the trustees of the Chairs of Excellence Trust Fund to specifically designate the membership of the state school bond authority as trustees. Replaces the chief executive officer of the state university and community college system with the president of one of the following state universities as a trustee: Austin Peay State University; East Tennessee State University; Middle Tennessee State University; Tennessee State University; Tennessee Technological University; or the University of Memphis. Requires each state university president to serve a three-year term, in alphabetical order by the state university. Authorizes the trustee to designate a proxy to attend the meetings and exercise the trustee's right to vote in the trustee's absence. Removes the Executive Director of the Tennessee Student Assistance Corporation from the board of trustees of the Tennessee College Savings Trust Program and substitutes instead a president of a state university.

**FISCAL IMPACT OF ORIGINAL BILL:**

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (005102):** Deletes and replaces language of the original bill to establish that the President of the Tennessee Independent Colleges and Universities Association shall serve on the board of trustees, and to remove the requirement that the representative be appointed for a term of three years.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- No change in appropriated or expended funding pursuant to the Trust Act.
- No change in the number of trustees.
- It is assumed the boards of trustees, with the changed trustee composition as a result of the provisions of this bill as amended, will adopt similar policies and procedures which

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have been adopted under current law. Therefore, any fiscal impact to state government is estimated to be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/rbp